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EXHIBIT A
Taxpayer Assistance Report - Fiscal Year 2006
Audit Division District Offices

	South Bend	Fort Wayne	Lafayette	Kokomo	Muncie	Terre Haute	Bloomington	Columbus	Clarksville	Evansville	Merrillville	Totals
Walk-in Assistance	8,518	26,243	14,487	12,800	7,568	7,017	9,539	20,491	28,141	12,675	6,626	154,105
Telephone Assistance	8,294	27,849	11,466	10,748	12,449	11,462	11,222	18,860	25,129	13,250	12,344	163,073
Totals	16,812	54,092	25,953	23,548	20,017	18,479	20,761	39,351	53,270	25,925	18,970	317,178
Collected/ Assessed	\$5,344,089	\$4,381,078	\$3,361,298	\$9,456,868	\$4,515,366	\$5,729,792	\$9,382,354	\$8,232,995	\$11,369,254	\$5,898,484	\$10,036,428	\$77,708,006



EXHIBIT A CONTINUED

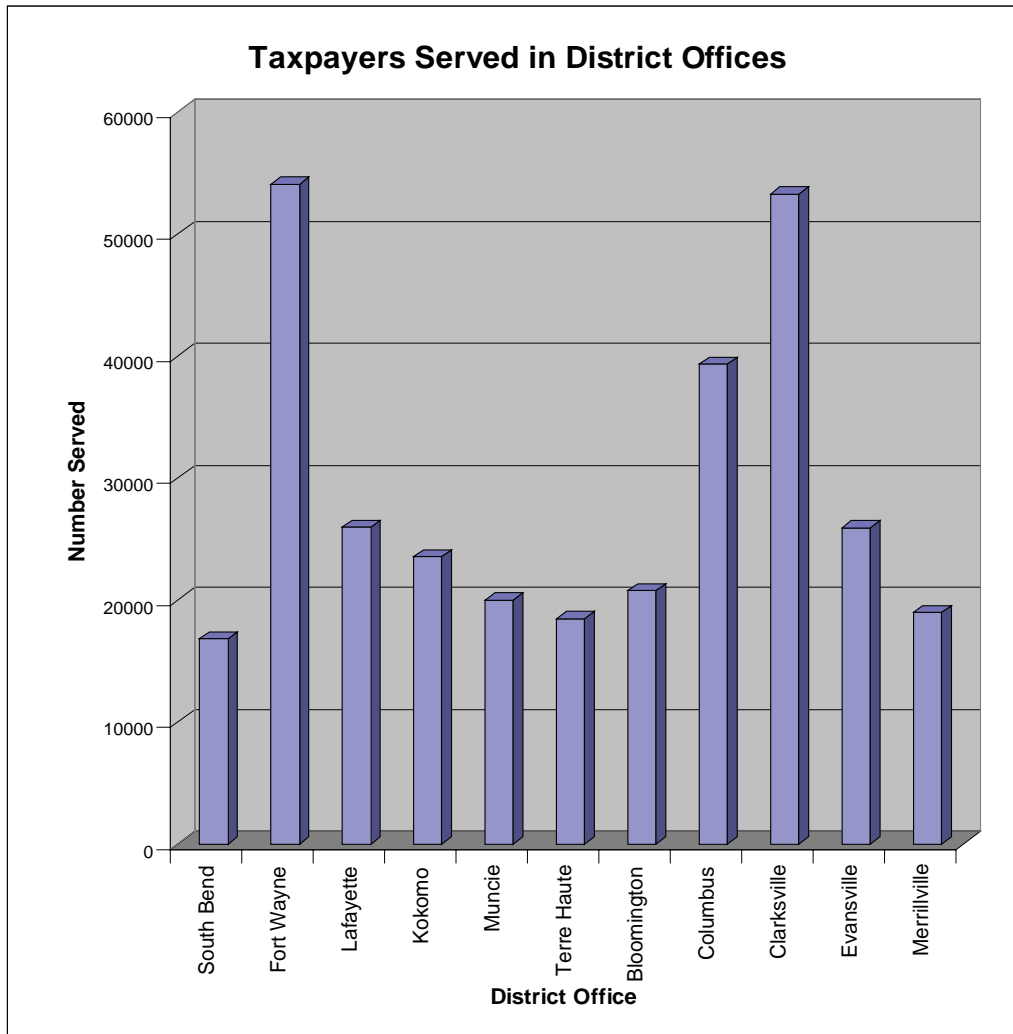


EXHIBIT B

Field Auditors Taxpayer Assistance/Special Projects

	Total Hours
South Bend, Fort Wayne, Merrillville	2,017
Lafayette, Kokomo, Muncie	755
Indianapolis*	41
Terre Haute, Bloomington, Columbus, Clarksville, Evansville	2,752
Out of State	0
Special Tax Auditors	696
Total	6,261

*Represents special project only. Taxpayer assistance provided by Taxpayer Services Division.

This field auditor information was gathered using data from regional reports indicating hours charged to Administrative Special Projects and Administrative Taxpayer Services.

Standard Industrial Codes

The Standard Industrial Codes (SIC) used in the Audit Division reports and exhibits are based on the North American Industry Classification System (NAICS). Refer to the following text to explain the industry classification numbering system.

Class	Explanation
1	Agricultural; Forestry
2	Mining; Oil and Gas Extraction; Construction
3	Manufacturing
4	Wholesale; Retail; Transportation
5	Information; Publishing; Telecommunications; Finance; Rental Insurance; Real Estate; Leasing; Professional Services
6	Education; Health Services
7	Arts; Entertainment; Recreation; Food Service; Accommodations
8	Repair; Personal Services; Other Services
9	Public Administration



EXHIBIT C
Dollars Assessed in 45 IAC Citations by Industrial Code
Gross Income Tax Audits

Sum of Results	SIC									
Citation	1	2	3	4	5	6	7	8	9	Grand Total
45 IAC 1.1-1-1			(8,675)		(245,146)					(253,821)
45 IAC 1.1-1-10		(63,556)	228,208		341,652	27,385	7,327	17,130	25,141	583,287
45 IAC 1.1-1-11						126,738				126,738
45 IAC 1.1-1-14					(5,072)					(5,072)
45 IAC 1.1-1-18						(125,411)				(125,411)
45 IAC 1.1-1-2							173	212,827		213,000
45 IAC 1.1-1-21					1,161			175,849		177,010
45 IAC 1.1-1-23			11,187							11,187
45 IAC 1.1-1-24		7,195	3,707		170					11,072
45 IAC 1.1-1-3					2,699,964					2,699,964
45 IAC 1.1-1-4							14,456			14,456
45 IAC 1.1-1-41			1,112							1,112
45 IAC 1.1-1-5				5,700						5,700
45 IAC 1.1-1-51			6,708							6,708
45 IAC 1.1-1-6			70,543					17,242		87,785
45 IAC 1.1-2-1			287,490		102,871		8,229	497,525		896,115
45 IAC 1.1-2-10					1,453,462			13,321		1,466,783
45 IAC 1.1-2-12								(198,511)		(198,511)
45 IAC 1.1-2-13				47,674	(72,443)			2,790	108,959	86,980
45 IAC 1.1-2-2		43,630	49,061	54,686	2,264		(5,902)	759,637	65,065	968,441
45 IAC 1.1-2-4			81,944	1,943,672	67,441	65,649	205,676	486,056		2,850,438
45 IAC 1.1-2-5			142,431	15,544,677	387,083	576,706	262,818	(296,999)		16,616,716
45 IAC 1.1-2-8			187,153	6,974	64,817			431		259,375
45 IAC 1.1-3-11			(5,622)							(5,622)
45 IAC 1.1-3-3			(701,731)	(42,064)	17,880					(725,915)
45 IAC 1.1-3-9							176			176
45 IAC 1.1-4-1				153,611	(32)					153,579
45 IAC 1.1-4-2			1,483							1,483
45 IAC 1.1-4-3			8,344							8,344
45 IAC 1.1-4-5			66,655		(319,888)			(2,295)		(255,528)
45 IAC 1.1-5-2							2,468			2,468
45 IAC 1.1-5-7	(23,093)									(23,093)
45 IAC 1.1-6-10							(24,799)			(24,799)
45 IAC 1.1-6-2			4,626		69,683				228,294	302,603
45 IAC 1.1-6-4			5,955							5,955
Grand Total	(23,093)	(12,731)	440,579	17,714,930	4,565,867	671,067	470,622	1,685,003	427,459	25,939,703

EXHIBIT C CONTINUED

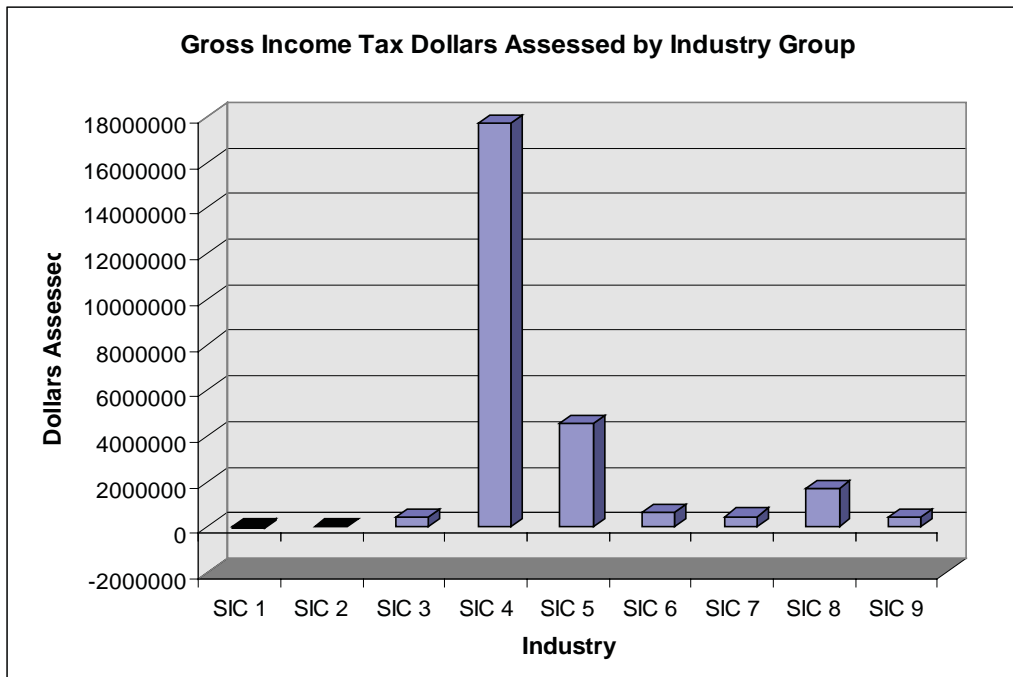
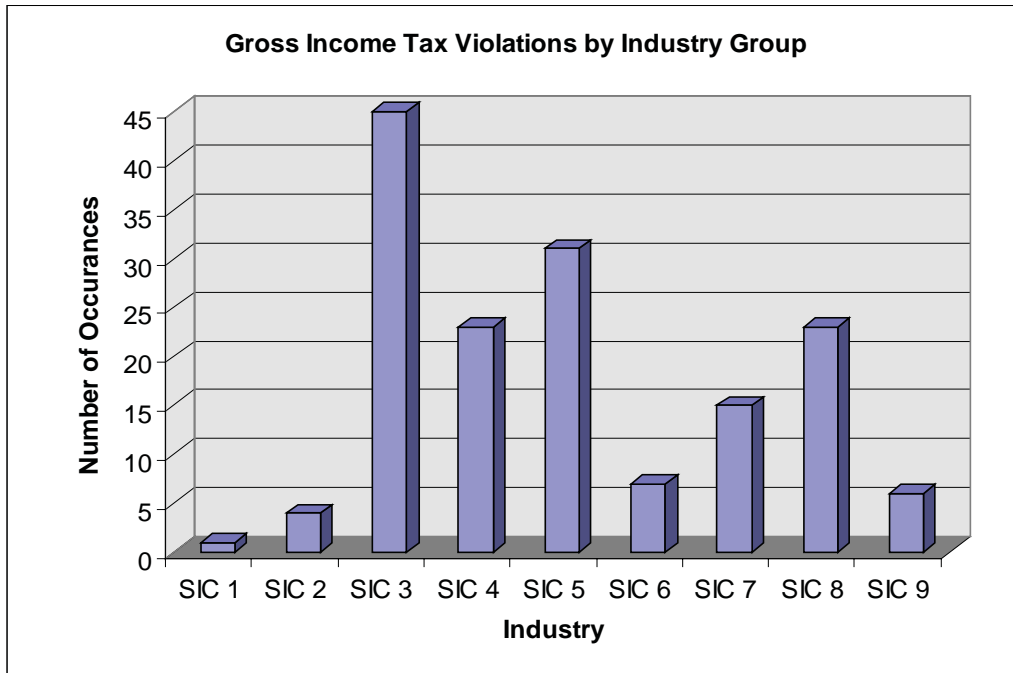


EXHIBIT D
Dollars Assessed In 45 IAC Citations by Industrial Code
Sales and Use Tax Audits

Sum of Results	Sic									
Citation	1	2	3	4	5	6	7	8	9	Grand Total
45 IAC 2.2-10-1						(4,753)				(4,753)
45 IAC 2.2-1-1	400	2,481	218,604	6,603	(6,434)	232	7,311	3,352		232,549
45 IAC 2.2-2-1		80,742	11,276	32,824	50,151		117,290	42,674	4,956	339,913
45 IAC 2.2-2-2	1,266	13,797	594,303	194,060	90,944	816	10,230	195,453		1,100,869
45 IAC 2.2-2-3			148				(1,176)	313		(715)
45 IAC 2.2-2-4								19,736		19,736
45 IAC 2.2-2-6				383						383
45 IAC 2.2-3-1			(6,895)	(2,250)						(9,145)
45 IAC 2.2-3-10	(74,864)							2,846		(72,018)
45 IAC 2.2-3-11			4,890	540						5,430
45 IAC 2.2-3-12	74,949	255,123	29,052		16,700			22,150	2,328	400,302
45 IAC 2.2-3-13	6,480	4,397	35,584	53,502	33,184		1,762	948	970	136,827
45 IAC 2.2-3-14					(983)		(6,208)	(435)		(7,626)
45 IAC 2.2-3-15	475	7,115	9,497	19,866	144,222		387	38		181,600
45 IAC 2.2-3-16				(28,778)	(74,636)					(103,414)
45 IAC 2.2-3-17					(4,236)				19,500	15,264
45 IAC 2.2-3-18		2,762		4,084	746		741			8,333
45 IAC 2.2-3-19					(258)					(258)
45 IAC 2.2-3-2		79		(1,279)	6,694					5,494
45 IAC 2.2-3-20	3,362	413,570	315,844	390,749	519,263	67,078	350,251	113,141	23,528	2,196,786
45 IAC 2.2-3-21				757	533		76,818			78,108
45 IAC 2.2-3-22				6,920						6,920
45 IAC 2.2-3-24		89	29,371					10,919		40,379
45 IAC 2.2-3-25				7,995	1,589			(16,187)		(6,603)
45 IAC 2.2-3-26		1,379								1,379
45 IAC 2.2-3-27		809	586	(36,836)	(3,643,683)		1,074	20		(3,678,030)
45 IAC 2.2-3-3								746		746
45 IAC 2.2-3-4	11,193	(57,530)	497,008	556,467	274,813	15,906	211,909	(1,013,263)	112,747	609,250
45 IAC 2.2-3-5		2,456	198	29,526	50,227			3,719	2,338	88,464
45 IAC 2.2-3-6							28,060		824	28,884
45 IAC 2.2-3-7		8,022								8,022
45 IAC 2.2-3-8	8,142	(62,495)	1,306	(59,816)	2,598			40,362		(69,903)
45 IAC 2.2-3-9	22,987	312,592	9,604	1,181	(41,470)	196	10,601	24,021	443	340,155
45 IAC 2.2-4-1	6,866	36,414	30,017	466,797	80,101	14,363	120,875	158,417	3,969	917,819
45 IAC 2.2-4-11		286	159		18,200		1,726	750		21,121
45 IAC 2.2-4-13		(1,591)	(263,327)	(5,420)	(71,208)		22,117	(70,460)		(389,889)
45 IAC 2.2-4-14				31				(756,639)		(756,608)
45 IAC 2.2-4-17					(185)					(185)
45 IAC 2.2-4-2		26,969	(3,968)	151,873	153,137		495	8,434		336,940
45 IAC 2.2-4-21	5,771	1,343	225				749	43,331		51,419
45 IAC 2.2-4-22	127,152	491,525	1,237	37,891	43,560			19,018		720,383
45 IAC 2.2-4-23		1,379								1,379
45 IAC 2.2-4-24		1,846					77			1,923
45 IAC 2.2-4-25		5,780	1,841							7,621
45 IAC 2.2-4-26	17,911	214,791	17,108	13,878	46,373			5,781		315,842
45 IAC 2.2-4-27	26,971	64,663	41,727	35,889	618,112	32,106	110,274	139,744	1,324	1,070,810
45 IAC 2.2-4-28					592		204			796
45 IAC 2.2-4-3		1,973	1,060	321	56		626	26		4,062
45 IAC 2.2-4-36		993								993
45 IAC 2.2-4-4		(11,309)			(40)			(351)		(11,700)
45 IAC 2.2-4-6				138	32					170
45 IAC 2.2-4-7					338					338
45 IAC 2.2-4-8		54		2,282	475		43,450	5,029	60,947	112,237
45 IAC 2.2-4-9			578	206						784
45 IAC 2.2-5-1	515									515
45 IAC 2.2-5-10			256,766	(227)	(488)		(861)	(21,822)		233,368
45 IAC 2.2-5-11								(344)		(344)
45 IAC 2.2-5-12	1,293	(8,082)	321,650	(524)	(139)	(533)	10,865	(22,732)		301,798
45 IAC 2.2-5-13	2,309	(6)								2,303

EXHIBIT D
Dollars Assessed In 45 IAC Citations by Industrial Code
Sales and Use Tax Audits

45 IAC 2.2-5-14		(1,704)	(76,727)	(784)	(5,229)	(1,412)	(851)	(34,551)		(121,258)
45 IAC 2.2-5-15	(2,816)	(40,998)	(7,516)	(529,327)	(43,066)	(161)	(14,919)	(47,118)	(12,222)	(698,143)
45 IAC 2.2-5-16			12,364	(13,196)	(38,483)	21,939	(748)	10,799	(91)	(7,416)
45 IAC 2.2-5-17								503,707		503,707
45 IAC 2.2-5-18								(25,207)		(25,207)
45 IAC 2.2-5-20				568	1,396					1,964
45 IAC 2.2-5-21				1,404						1,404
45 IAC 2.2-5-22	4,008									4,008
45 IAC 2.2-5-23							14,000		14,075	28,075
45 IAC 2.2-5-24		1,459								1,459
45 IAC 2.2-5-26	318	4,940	11,120	19,212	15,638	8,812	1,914	12,451	736	75,141
45 IAC 2.2-5-27		(140)						10		(130)
45 IAC 2.2-5-28						(3,618)		(208)		(3,826)
45 IAC 2.2-5-3				1,722					9,593	11,315
45 IAC 2.2-5-33					(1,104)	139				(965)
45 IAC 2.2-5-35					(23)		(409)	(361)		(793)
45 IAC 2.2-5-36					3,446	186,223		73,734		263,403
45 IAC 2.2-5-38			(118)							(118)
45 IAC 2.2-5-39				(1,504)			(6,211)			(7,715)
45 IAC 2.2-5-4	(113,851)							31,105	6,588	(76,158)
45 IAC 2.2-5-40			1,238	13,588	47	448	2,830	29	927	19,107
45 IAC 2.2-5-42			429	73	2,261		25,523			28,286
45 IAC 2.2-5-43					671		562,307	84,056	29,817	676,851
45 IAC 2.2-5-45			145	589	15,563	142	23,602	3,070		43,111
45 IAC 2.2-5-46					344					344
45 IAC 2.2-5-5					1,080		354			1,434
45 IAC 2.2-5-54		(12,419)						6,605		(5,814)
45 IAC 2.2-5-55						6,192	1,055	1,475	1,413	10,135
45 IAC 2.2-5-56			81					16		97
45 IAC 2.2-5-57							4,198	3,072		7,270
45 IAC 2.2-5-59							(1,573)			(1,573)
45 IAC 2.2-5-6				(41)				811		770
45 IAC 2.2-5-60					709					709
45 IAC 2.2-5-61	(5,881)		10,195	(34,643)	190			29,715	(350)	(774)
45 IAC 2.2-5-62				(35,281)	(606)			(7,509)	11,644	(31,752)
45 IAC 2.2-5-67		20,162			18,328		3,226			41,716
45 IAC 2.2-5-7								13,312		13,312
45 IAC 2.2-5-70	(521)		(9,332)							(9,853)
45 IAC 2.2-5-8	72,488	674,372	2,005,555	121,096	270,728	3,373	(5,118)	(23,167)	3,151	3,122,478
45 IAC 2.2-5-9		(14,707)	(371)							(15,078)
45 IAC 2.2-6-1		4,284	2,935	300,494	14,565		31,394	150,252		503,924
45 IAC 2.2-6-12				213,879	489,231			349,528	167,725	1,220,363
45 IAC 2.2-6-14		(938)	(22)	46,091	60,156		(22,955)	2,608		84,940
45 IAC 2.2-6-15					825					825
45 IAC 2.2-6-16					17,059			53,217		70,276
45 IAC 2.2-6-2					2,191					2,191
45 IAC 2.2-6-4			58,920							58,920
45 IAC 2.2-6-5			(77,751)					(28,757)		(106,508)
45 IAC 2.2-6-7					(11,354)		7,713	(11,888)		(15,529)
45 IAC 2.2-6-8	521	18,720	103,571	285,986	368,003	6,885	816,124	449,678	82,580	2,132,068
45 IAC 2.2-6-9				(22,001)						(22,001)
45 IAC 2.2-7-2		(24)								(24)
45 IAC 2.2-7-6				23,374					(127,500)	(104,126)
45 IAC 2.2-7-7				(418)				1,164		746
45 IAC 2.2-8-1								8,408		8,408
45 IAC 2.2-8-12	117	110,071	36,124	98,398	320,685		41,424	150,982	2,985	760,786
45 IAC 2.2-8-13							(2,910)			(2,910)
45 IAC 2.2-8-6					1,290					1,290
45 IAC 2.2-8-8			1,330							1,330
Grand Total	197,561	2,575,494	4,227,619	2,368,912	(186,579)	354,373	2,599,617	719,773	424,945	13,281,715

EXHIBIT D CONTINUED

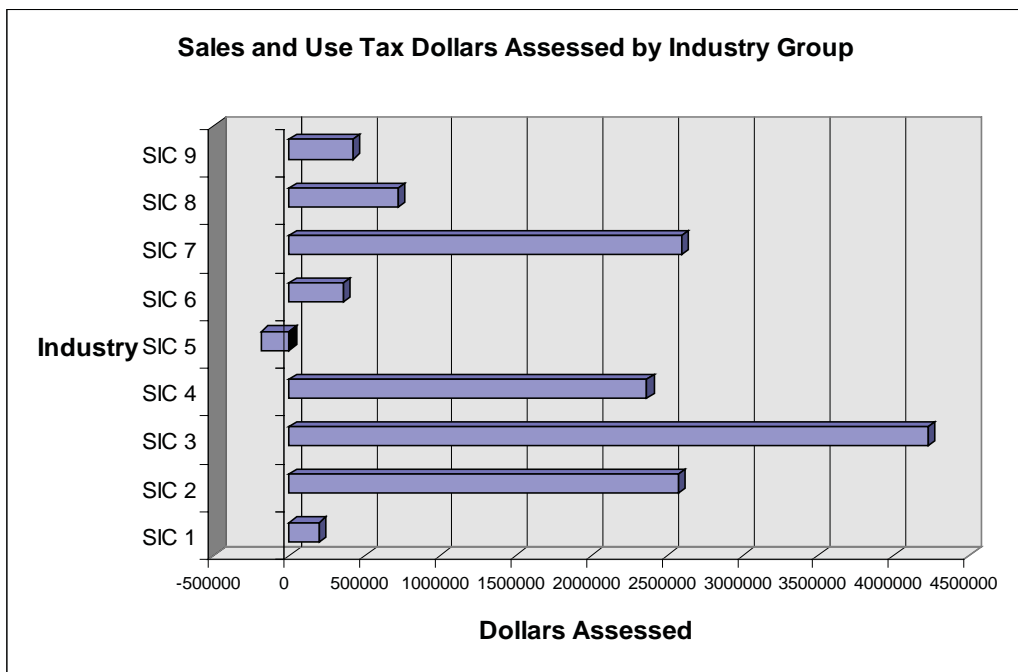
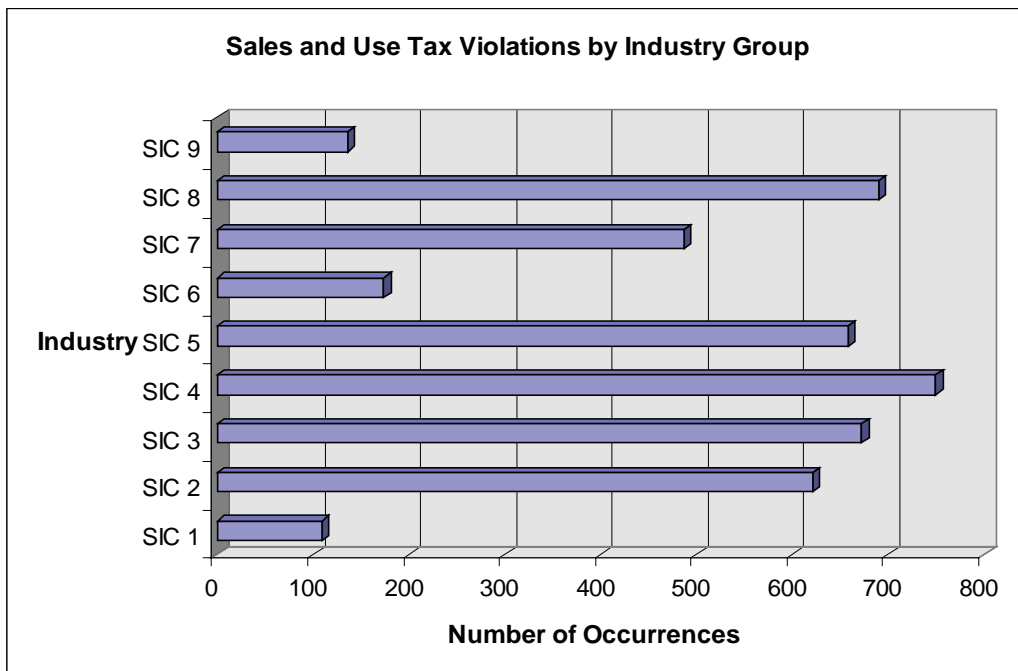


EXHIBIT E
Dollars Assessed in 45 IAC Citations by Industrial Code
Adjusted Gross Income Tax

Sum of Results	SIC									
Citation	1	2	3	4	5	6	7	8	9	Grand Total
45 IAC 3.1-1-1		19,715		8,464	993		39,708	149,961	132,762	351,603
45 IAC 3.1-1-105				1,336						1,336
45 IAC 3.1-1-108			1,269	3,679						4,948
45 IAC 3.1-1-109			93				1,325,895			1,325,988
45 IAC 3.1-1-111			467,000							467,000
45 IAC 3.1-1-153			448,872	(89,581)	116,395					475,686
45 IAC 3.1-1-2		43,206	14,123	38,115	37,993	10,131		114,805	203,794	462,167
45 IAC 3.1-1-25									40,117	40,117
45 IAC 3.1-1-28					3,484,113					3,484,113
45 IAC 3.1-1-29					6,663		5,125	1,106,763		1,118,551
45 IAC 3.1-1-3								1,393	(156)	1,237
45 IAC 3.1-1-30						1,650				1,650
45 IAC 3.1-1-36				1,201						1,201
45 IAC 3.1-1-37	3,646		384,156		47,922					435,724
45 IAC 3.1-1-39	(1,315)			820,606	138,353					957,644
45 IAC 3.1-1-40				(1,845)						(1,845)
45 IAC 3.1-1-41					13,424					13,424
45 IAC 3.1-1-43					3,000			1,530		4,530
45 IAC 3.1-1-44					3,000					3,000
45 IAC 3.1-1-45			408							408
45 IAC 3.1-1-48			385							385
45 IAC 3.1-1-49			253	197,684						197,937
45 IAC 3.1-1-5		(711)	4,478	16,811	1,666				716	22,960
45 IAC 3.1-1-50			(5,076)							(5,076)
45 IAC 3.1-1-51		22,000	(212)	(63,241)	3,382					(38,071)
45 IAC 3.1-1-52		181,731	692	(1,500,101)	3,382		(23,141)	7,627		(1,329,810)
45 IAC 3.1-1-53			(450,327)							(450,327)
45 IAC 3.1-1-55				(1,192)	197,110					195,918
45 IAC 3.1-1-56			149,000							149,000
45 IAC 3.1-1-6			(209,304)							(209,304)
45 IAC 3.1-1-62				425,379	1,565,076				39,202	2,029,657
45 IAC 3.1-1-64			598,368							598,368
45 IAC 3.1-1-65							22,974			22,974
45 IAC 3.1-1-66		5,801	1,391	682	69	8,037		18,809	25,604	60,393
45 IAC 3.1-1-67								62	195,933	195,995
45 IAC 3.1-1-68				2,071			23,275			25,346
45 IAC 3.1-1-72								10,903,332		10,903,332
45 IAC 3.1-1-76									308	308
45 IAC 3.1-1-8	277,982	600,568	(2,041,579)	3,076,132	1,271,059	8,905	32,897	24,508	720,046	3,970,518
45 IAC 3.1-1-9	(75,148)	(125,430)	(2,572,782)	(6,055)	(18,777)			44,934		(2,753,258)
45 IAC 3.1-1-94	2,386			65,684	155	(1,941)	18,015	(195)		84,104
45 IAC 3.1-1-97		110,822	28,312	41,124	39,709	34,660	73,490	35,701	2,978	366,796
45 IAC 3.1-2-1				1,394						1,394
45 IAC 3.1-2-2					58					58
45 IAC 3.1-3-1				1,279					490	1,769
45 IAC 3.1-3-2					116				586	702
45 IAC 3.1-3-3									6,711	6,711
45 IAC 3.3-1-3									(21,332)	(21,332)
Grand Total	207,551	857,702	(3,180,480)	3,039,626	6,914,861	61,442	1,518,238	12,409,230	1,347,759	23,175,929

EXHIBIT E CONTINUED

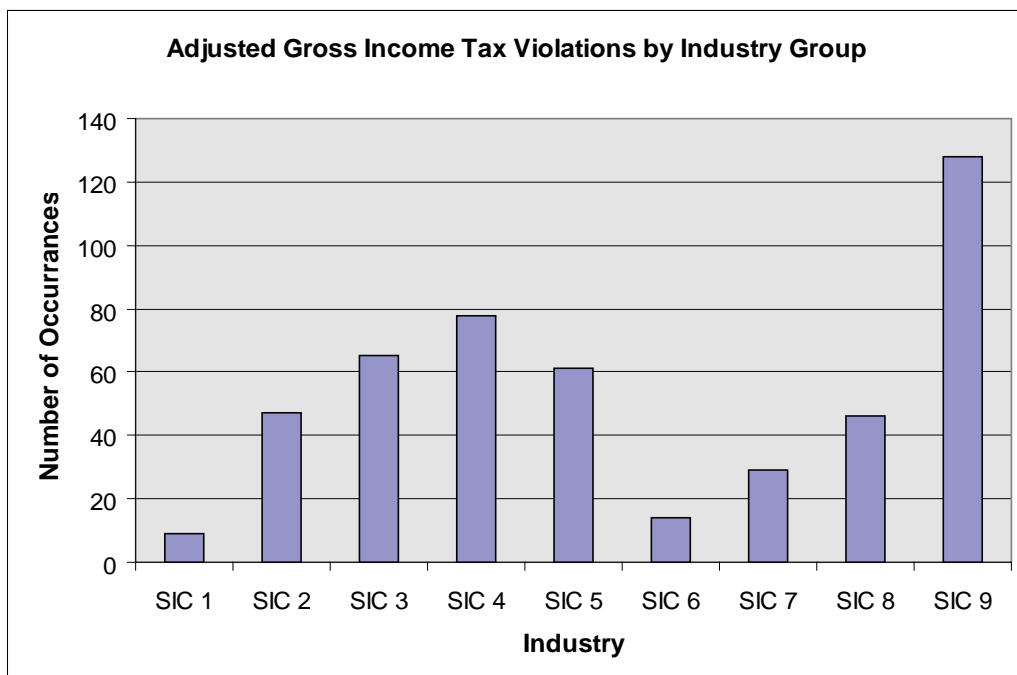


EXHIBIT F
Dollars Assessed for Miscellaneous Violations by Industrial Code

Sum of Results	SIC									
Citation	1	2	3	4	5	6	7	8	9	Grand Total
45 IAC 15-2-7					(19,335)					(19,335)
45 IAC 15-3-5				7,242						7,242
45 IAC 15-4-1		39,946	16,162	9,795	13,676		117,761	(1,650)		195,690
45 IAC 15-5-1	16	4,854		93,310	96,709			63,199	547,183	805,271
45 IAC 15-5-2									47,153	47,153
45 IAC 15-5-7					(19)			198,806		198,787
45 IAC 15-9-1		429	3,818				(19,252)	4,615		(10,390)
45 IAC 15-9-2			632,047	52,310				131,356		815,713
45 IAC 17-2-1					107,601			1,101,746		1,209,347
45 IAC 17-3-1					(43,706)					(43,706)
45 IAC 17-3-10					(33,516)					(33,516)
45 IAC 17-3-4						30,850				30,850
45 IAC 17-3-5					1,026,524					1,026,524
45 IAC 17-3-6					193,060					193,060
45 IAC 17-3-9					3,062					3,062
45 IAC 17-5-1					102,000					102,000
45 IAC 18-2-3							44,625	4,000		48,625
45 IAC 18-4-1								11,750		11,750
45 IAC 18-4-2								60,261		60,261
45 IAC 18-5-1								9,185		9,185
IC 13-20-13-7				3,183						3,183
IC 13-20-7				586						586
IC 6-2-3-1-13		9,603			4,404					14,007
IC 6-2-3-1-4		2,572								2,572
IC 6-2-3-1-9		5,149								5,149
IC 6-2-3-2							331,221			331,221
IC 6-2-3-3-10		142		9,258						9,400
IC 6-2-3-3-3				6,040						6,040
IC 6-2-3-3-4		112								112
IC 6-2-3-3-9		704								704
IC 6-2-3-5-2		(171)								(171)
IC 6-3-5-7-5		996						2,246		3,242
IC 6-5-5-2.1					(269,834)					(269,834)
IC 6-5-5-6-6									224	224
IC 6-8-1-5-4								28,760	39,033	67,793
IC 6-9-12-3				214,420		217	10,369			225,006
IC 6-9-18-3							305,139			305,139
IC 6-9-20-4					4,425		7,600		2,346	14,371
IC 6-9-21-4							(485)			(485)
IC 6-9-23							2,140			2,140
IC 6-9-23-4					5,382		16,700			22,082
IC 6-9-27-4				46,503						46,503
IC 6-9-35-9			646	3,016						3,662
IC 6-9-8-2							8,461			8,461
IC 6-9-9-2							7,275			7,275
Grand Total	16	64,336	652,673	445,663	1,190,433	31,067	831,554	1,614,274	635,939	5,465,955

EXHIBIT F CONTINUED

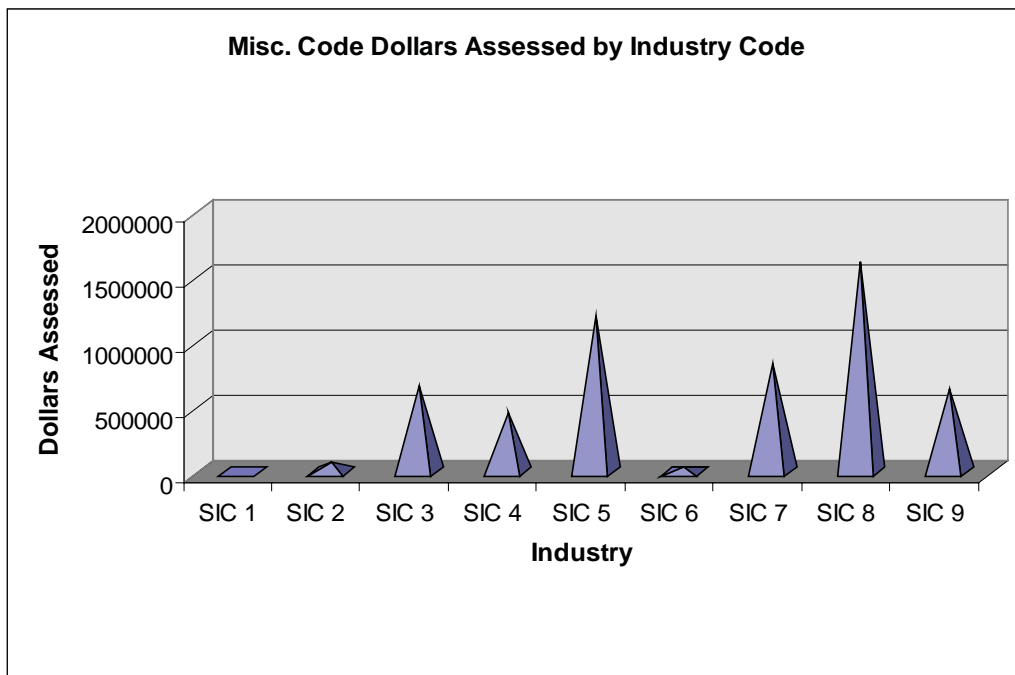
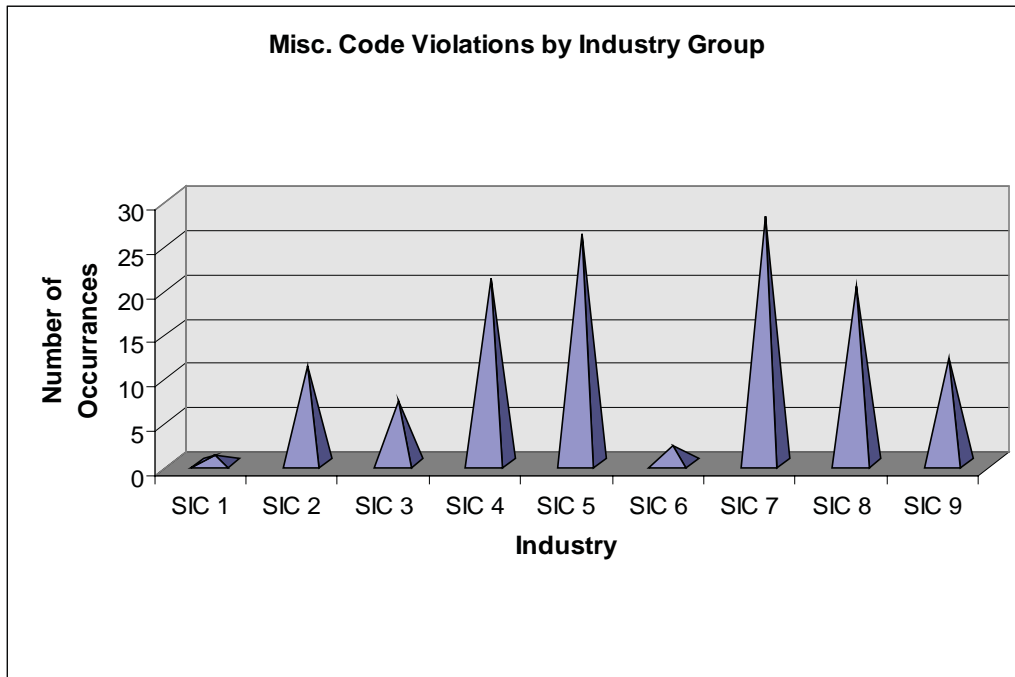
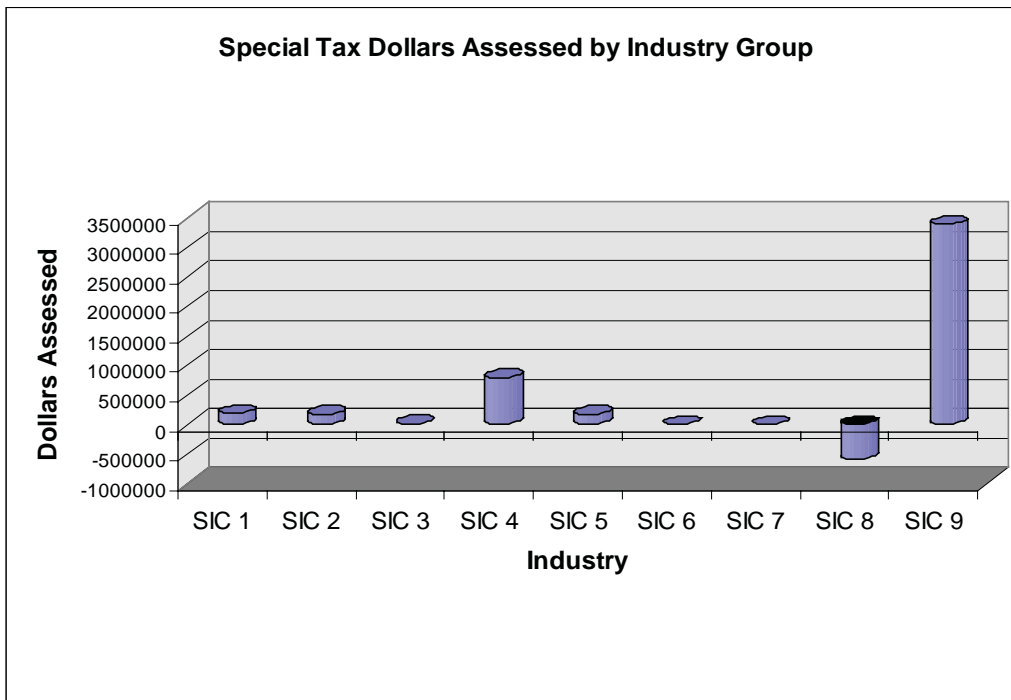


EXHIBIT G
Dollars Assessed in Code and Article Citations by Industrial Code
Special Tax Audits

Sum of Results	SIC									
Citation	1	2	3	4	5	6	7	8	9	Grand Total
A550		58		19,195						19,253
IC 16-44-2-18				3,556				(7,725)		(4,169)
IC 16-44-2-4				217						217
IC 6-6-1.1-201				50,359				(664,989)		(614,630)
IC 6-6-1.1-301				(10,160)						(10,160)
IC 6-6-1.1-502				173						173
IC 6-6-2.5-28				5,076						5,076
IC 6-6-4.1-4		1,163	111	3,371	637			10,031	3,092	18,405
IC 6-6-4.1-6		(478)	(66)	13,309	3,471			896	(1,263)	15,869
IC 6-6-4.1-9				2,355				8,629		10,984
IC 6-6-5.5-8	106	1,413	457	62,961	372		2	1,980	670	67,961
IC 6-6-9-7				3,392				971		4,363
IC 6-7-1-19	185,554			95,876	167,386			59,340	3,371,231	3,879,387
IC 6-7-2-7				2,827					964	3,791
IC 7.1-4-4-1			(590)				1,243			653
IC 8-2.1-20-7			60	7,450				20	70	7,600
IC 8-2.1-22-33				80						80
IC 8-2.1-22-39				0						0
IC 9-20-14				5,562						5,562
IRP Article II-204		36		287						323
IRP Article XV-1502	146	3,224	710	102,848	503			3,769	108	111,308
IRP Article XVII-1700	58	(3,325)	307	16,638	295	(2)	6	1,008	1,370	16,355
R1000	(6,301)	(5,404)	4,212	(297,416)	863	7	62	(6,620)	3,774	(306,823)
R1200				64,762						64,762
R800	7,631	175,077	(1,988)	646,162	355	227	91	13,451	9,730	850,736
Grand Total	187,194	171,764	3,213	798,880	173,882	232	1,404	(579,239)	3,389,746	4,147,076

EXHIBIT G CONTINUED



Recommendations for Improving Taxpayer Compliance and Department Administration

2006 Legislation Affecting the Department of Revenue

Utility Services Use Tax

HB 1001 (July 1, 2006) IC 6-2.3-3-11 is added to the utility receipts tax to provide that furnishing utility services to an end user in Indiana regardless of whether the utility services are delivered through the pipelines, transmission lines, or property of another person, the taxpayer providing the utility service is or is not a resident of Indiana, or transaction is subject to a deduction under the mobile telecommunications sourcing act.

IC 6-2.3-5.5 (July 1, 2006) is added to impose the utility services use tax on the consumption of utility services that are billed after June 30, 2006. The tax is measured by the gross consideration received by the seller from the sale of the utility services, and is imposed at the rate of 1.4 percent.

Transactions are exempt from the utility services use tax if the transaction is subject to the utility receipts tax, the gross receipts from the transaction are not taxable under the utility receipts tax, the services are consumed for an exempt purpose under the utility receipts tax, or the services were consumed for the purpose for which a deduction is granted.

A person is entitled to a credit against the utility services use tax imposed on the retail consumption of utility services equal to the amount of utility services use tax paid to another state.

The Department shall establish procedures for the collection of the utility services use tax from users, including deposit and reporting requirements deposit dates and reporting dates. Failure of a person to comply with the procedures is subject to the penalties imposed under IC 6-8.1.

Any seller of utility services may elect to register with the Department to collect utility services use tax on behalf of persons liable for the tax imposed. The person will pay the tax to the registered seller and the seller will collect the tax as an agent for the state. The seller upon request of the consumer will issue a receipt to the consumer for the tax collected. In all other cases the person liable for the tax shall pay the tax directly to the Department.

If the Department assesses the tax against a person for the person's consumption of utility services, and the person has already paid the tax to the seller, the person may avoid the tax if the person can produce a receipt or other evidence that the person paid the tax to the seller.

IC 6-8.1-1-1 (July 1, 2006) is amended so that the utility services use tax is considered a listed tax for tax administration purposes.

SECTION 55 (Upon Passage) provides that the Department shall adopt temporary rules to implement the provisions of the utility services use tax, and the home energy assistance program sales tax exemption.

Streamlined Sales Tax Conforming Amendments

SB 258 (July 1, 2006) IC 6-2.5-1-11.5 is added to define a bundled transaction as two or more products that are distinct, identifiable and sold for one non itemized price.

IC 6-2.5-1-16.5 (July 1, 2006) is added to define direct mail as printed material delivered by United States mail to a mass audience or addresses on a mailing list. The sourcing for direct mail transactions is already defined but the term itself was not defined.

IC 6-2.5-1-20 (July 1, 2006) is amended to clarify that tobacco and tobacco products are not food or food ingredients.

IC 6-2.5-4-15 (July 1, 2006) is added to provide that a bundled transaction is a retail transaction for transactions occurring after Dec. 31, 2007.

IC 6-2.5-6-1 (July 1, 2006) is amended to provide that a Model 4 seller whose annual sales tax liability is less than \$1,000 only has to file and remit on one annual return.

